SENATE BILL No. 407

May 24, 2017, Introduced by Senators HANSEN, PROOS, SHIRKEY, BOOHER, MEEKHOF, CASPERSON, PAVLOV, SCHUITMAKER, COLBECK, ANANICH and HOPGOOD and referred to the Committee on Finance.


THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

SEC. 268. (1) FOR TAX YEARS BEGINNING ON AND AFTER JANUARY 1, 2018, AN ELIGIBLE TAXPAYER MAY CLAIM A CREDIT AGAINST THE TAX IMPOSED BY THIS PART EQUAL TO THE TAXPAYER'S QUALIFIED ADOPTION EXPENSES IN EXCESS OF THE AMOUNT OF CREDIT FOR QUALIFIED ADOPTION EXPENSES THE TAXPAYER CLAIMED UNDER SECTION 23 OF THE INTERNAL REVENUE CODE, OR $1,200.00 PER CHILD, WHICHEVER IS LESS.

(2) IF THE CREDIT ALLOWED UNDER THIS SECTION FOR THE TAX YEAR EXCEEDS THE TAXPAYER'S TAX LIABILITY FOR THE TAX YEAR, THAT PORTION THAT EXCEEDS THE TAX LIABILITY FOR THE TAX YEAR SHALL BE REFUNDED.
(3) As used in this section:

(A) "Eligible taxpayer" means a taxpayer that claimed a credit under section 23 of the Internal Revenue Code for the same tax year that the taxpayer is claiming a credit under this section.

(B) "Qualified adoption expenses" means adoption expenses that are eligible to be used by an eligible taxpayer to claim a credit against the taxpayer's federal tax liability under section 23 of the Internal Revenue Code for the same tax year that the taxpayer is claiming a credit under this section.